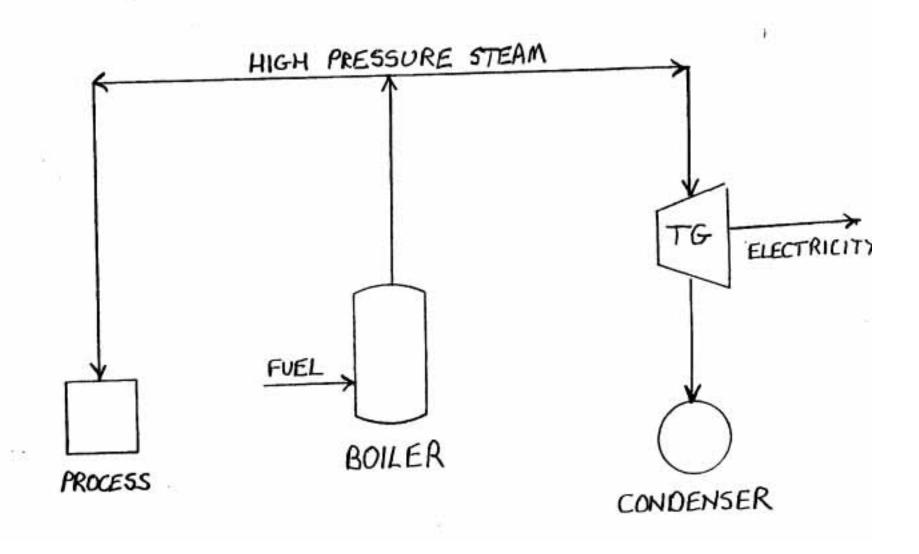
Cogeneration and the Forest Products Industry

William J. Nicholson Potlatch Corporation August 3, 1999

Combined Heat and Power

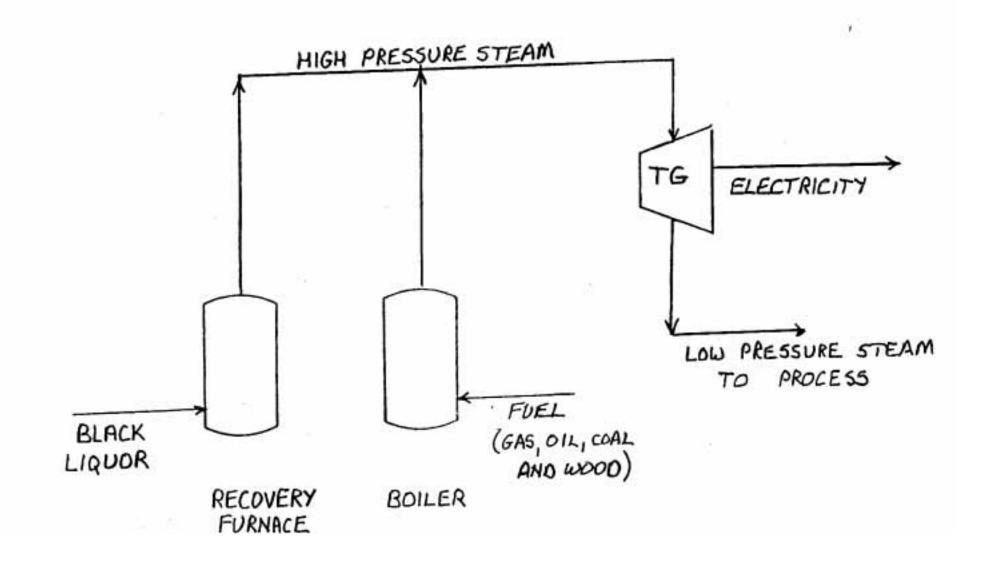
- Two forms of energy from the same source.
- Definition includes more than cogeneration and may not have the energy efficiency benefits of cogeneration.

COMBINED HEAT AND POWER



Cogeneration

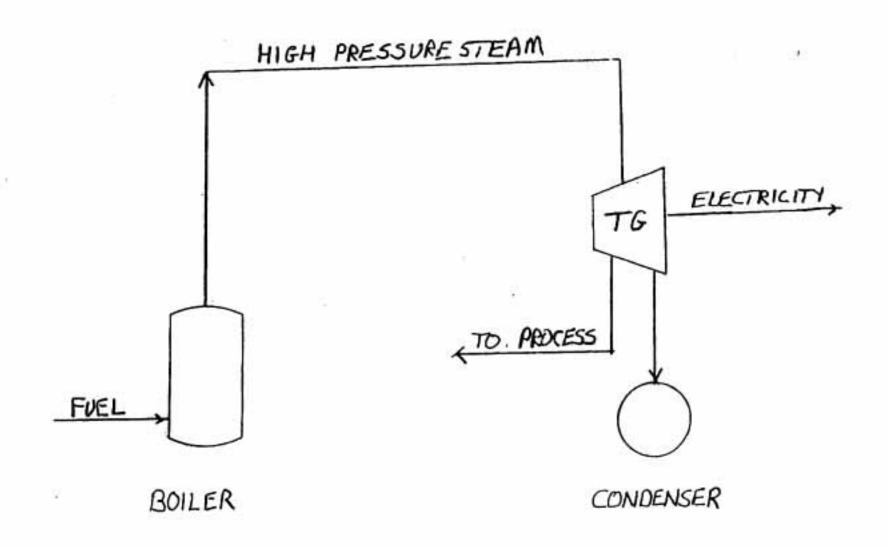
- Production of electric energy and useful thermal energy (heat or steam) used for industrial, commercial, heating or cooling purposes, through the sequential use of energy.
- CFR Title 18, Volume 1, Part 292, Section 292.202.



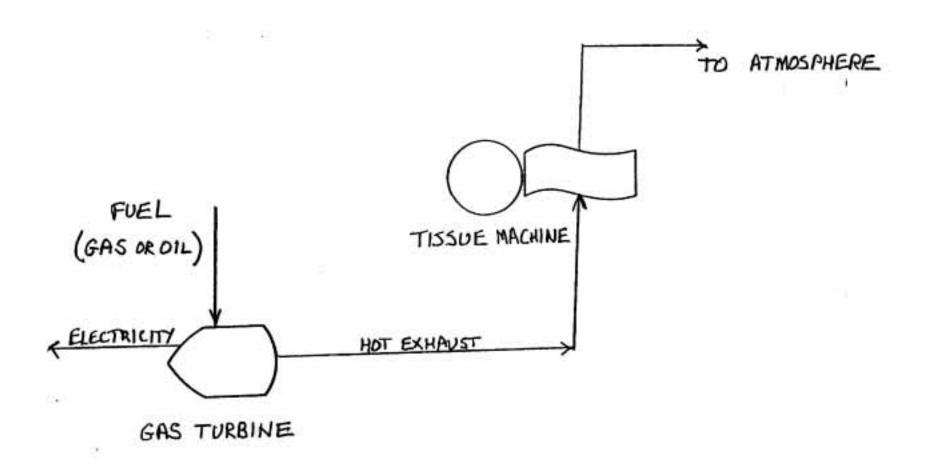
Forest Products Industry Fuels

- Recovery Furnaces
 - Spent Pulping Liquor
- Power Boilers
 - Wood
 - Coal
 - Sludge
 - Tire Chips
 - Natural Gas
 - Oil

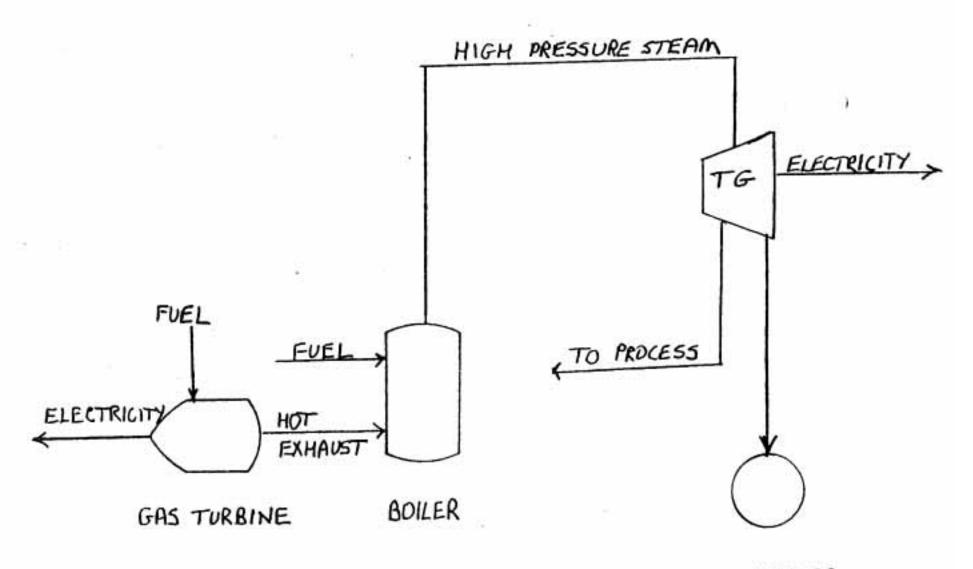
COGENERATION WITH CONDENSING



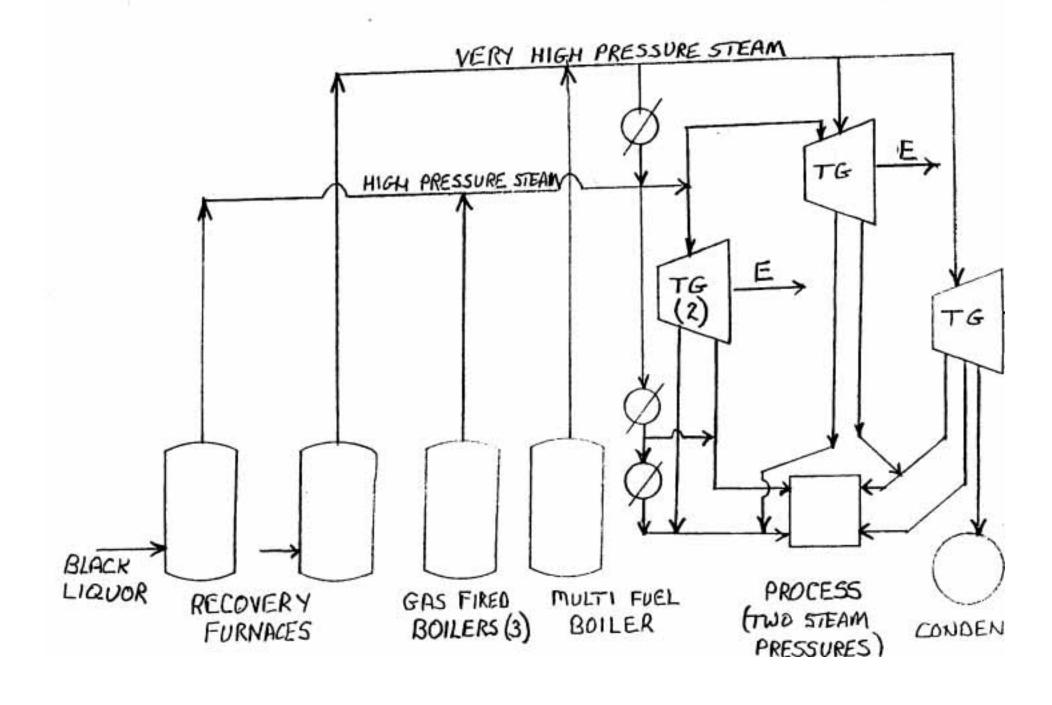
COGENERATION WITH THROUGH DRYING



COMBINED CYCLE COGENERATION WITH CONDENSING



CONDENSER



Conclusions

- Air emissions are related to fuels burned, not energy form produced.
- Forest products applications are complex and not oriented to use of output measurements to relate to air emissions.
- Use of output measurements to relate to air emissions will be very expensive and in situations of any complexity unworkable and misleading.

Recommendation

 Provide for use of fuel input in multiple forms for emission limitations if the emissions cannot be measured directly.